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November 2, 2011

Mark R. Overstreet (502) 209-1219 (502) 223-4387 FAX moverstreet@stites.com

HAND DELIVERED

Jeff R. Derouen Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602-0615 RECEIVED

NOV 02 2011

PUBLIC SERVICE COMMISSION

RE: Case No. 2011-00042

Dear Mr. Derouen:

Enclosed please find and accept for filing the original and ten copies of the Responses of AEP Kentucky Transmission Company, Inc. to the Data Requests propounded at the October 19, 2011 hearing in this matter.

By copy of this letter, copies of the Responses also are being served on counsel for the intervenors.

Very truly yours,

Mark R. Overstreet

MRO

cc: David Boehm

Lawrence W. Cook

Alexandria, VA Atlanta, GA Frankfort, KY Franklin, TN Jeffersonville, IN Lexington, KY Louisville, KY Nashville, TN

RECEIVED

NOV 02 2011

COMMONWEALTH OF KENTUCKY

PUBLIC SERVICE COMMISSION

BEFORE THE

PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF

THE APPLICATION OF AEP KENTUCKY)	
TRANSMISSION COMPANY, INC.)	
FOR A CERTIFICATE OF PUBLIC)	CASE NO. 2011-00042
CONVENIENCE AND NECESSITY TO)	
OPERATE AS A TRANSMISSION ONLY)	
PUBLIC UTILITY	,	

RESPONSES OF KENTUCKY POWER COMPANY TO COMMISSION STAFF'S OCTOBER 19, 2011 HEARING DATA REQUESTS

VERIFICATION

The undersigned, Ranie K. Wohnhas, being duly sworn, deposes and says he is the Managing Director Regulatory and Finance for Kentucky Power, that he has personal knowledge of the matters set forth in the forgoing responses for which he is the identified witness and that the information contained therein is true and correct to the best of his information, knowledge, and belief

COMMONWEALTH OF KENTUCKY

COUNTY OF FRANKLIN

CASE NO. 2011-00042

Subscribed and sworn to before me, a Notary Public in and before said County and State, by Ranie K. Wohnhas, this the 26th day of October, 2011.

My Commission Expires Juneary 23, 2013

KPSC Case No. 2011-00042 Commission Staff's Hearing Data Requests October 19, 2011 Hearing Item No. 1 Page 1 of 1

Kentucky Power Company

REQUEST

Does Kentucky Power sell all of its generation to PJM?

RESPONSE

All of Kentucky Power's generation is sold by AEP into the PJM market. AEP purchases Kentucky Power's load obligation from PJM. To the extent that AEP sells more into PJM than it buys, KPCo is credited its MLR share of these off system sales. The Pool settlement between the AEP East operating companies occurs monthly after the fact.

WITNESS: Ranie K Wohnhas

KPSC Case No. 2011-00042 Commission Staff's Hearing Data Requests October 19, 2011 Hearing Item No. 2 Page 1 of 1

Kentucky Power Company

REQUEST

Will Kentucky Transco have any intrastate earnings or receipts subject to the assessment levied by KRS 278.130? If the answer is yes, what is the nature of the activity giving rise to such intrastate earnings or receipts?

RESPONSE

Yes. As currently reported in the Company's annual filing of "Gross Operating Revenues Derived from Intra-Kentucky Business," a portion of those revenues are transmission revenues allocated to Kentucky Power Company for its transmission investment. If the Kentucky Transco was approved as a public utility, a similar report would be filed annually for those transmission revenues allocated to Kentucky Transco for its transmission investment. For the Commonwealth of Kentucky it would be transparent (whether Kentucky Power or Kentucky Transco) in the total revenue subject to the assessment levied by KRS 278.130.

WITNESS: Ranie K Wohnhas